

COMPTIVOLLER GENERAL, OF THE UNITED STATES WASHINGTON, D.C. 1054

40082

3-179786

74

October 18, 1973

Mr. Arthur G. Dukukis, Director Boston Data Collection Center Bureau of the Census United States Department of Character Boston, Masyachusetts 02116

Dear Hr. Dukakis:

In your letter of September 28, 1973, you enclosed a copy of a latter from Mr. Edward J. Muraske who claims interest at 5 percent for the period from Mny 20, 1970, to the present incident to a claim on unpaid wages.

You state Mr. Muraske worked as an Enumerator on the 1970 Census but due to a disagreement on the amount of pay due he did not accept the payment for his services at that time. You state there is now due him \$369.53 which he has claimed together with interest. You request a decision as to whether such interest on the claim is justified.

The voucher presented for certification should have been submitted with your request for decision. See 26 Comp. Gen. 797, 799 (1947) and 21 id. 1128 (1942) cited therein. In order to save time and since you evidently have a voucher before you, we can advise the following with respect to payment of interest.

It is well settled that the payment of interest by the Government on its unpaid accounts or claims may not be made except when interest is provided for in legal and proper contracts or when allowance of interest is spec: fically directed by statute. See Angarica v. Bayard, 127 U.S. 251; United States v. North American Transportation and Trading Co., 253 U.S. 330; Seaboard Air Line Ry. Co. v. United States, 261 U.S. 299; Smyth v. United States, 302 U.S. 329; United States v. Hotel Co., 329 U.S. 585. At page 260 of the Angarica case, the United States Supreme Court held that:

interest on claims against them, in the absence of express statutory provision to that effect. It has been established, as a general rule, in the practice of the government, that interest is not allowed on claims against it, whether such claims originated in

720042 091546

contract or in tort, and whether they arise in the ordinary business of administration or under private acts of relief, passed by Congress on special application. The only incognized exceptions are, where the government stipulates to pay interest and where interest is given expressly by an act of Congress, either by the name of interest or by that of demages."

Thus, there appears to be no basis for payment of interest on Mr. Muraske's cluim.

Sincerely yours,

R.F.KEILER

Deputy Comptroller Gameral of the United States